

Board Meeting Minutes
October 16, 2018

Present via teleconference were:

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|-------------------------------------------|----------------------------------------|
| Doug La Follette, Commissioner | Secretary of State |
| Matt Adamczyk, Commissioner | State Treasurer |
| Brad Schimel, Board Chair | Attorney General |
| Jonathan Barry, Executive Secretary | Board of Commissioners of Public Lands |
| Tom German, Deputy Secretary | Board of Commissioners of Public Lands |
| Richard Sneider, Chief Investment Officer | Board of Commissioners of Public Lands |
| Vicki Halverson, Office Manager | Board of Commissioners of Public Lands |

ITEM 1. CALL TO ORDER

Board Chair Schimel called the meeting to order at 3:31 p.m.

ITEM 2. APPROVE MINUTES – OCTOBER 2, 2018

MOTION: Commissioner La Follette moved to approve the minutes; Board Chair Schimel seconded the motion.

DISCUSSION: None.

VOTE: The motion passed 3-0.

ITEM 3. APPROVE LOANS

Executive Secretary Barry reported that the loans had been reviewed for proper public purpose.

Municipality	Municipal Type	Loan Type	Loan Amount
1. Amnicon Douglas County Application #: 02019039 Purpose: Purchase dump truck	Town Rate: 4.25% Term: 10 years	General Obligation	\$179,950.00
2. Green Bay Brown County Application #: 02019040 Purpose: Finance economic development projects	City Rate: 4.25% Term: 10 years	General Obligation	\$2,000,000.00
3. West Allis Milwaukee County Application #: 02019041 Purpose: Finance economic development projects	City Rate: 4.50% Term: 20 years	General Obligation	\$7,087,105.00
TOTAL			\$9,267,055.00

MOTION: Commissioner La Follette moved to approve the loans; Board Chair Schimel seconded the motion.

DISCUSSION: None.

VOTE: The motion passed 2-1. Commissioner La Follette and Board Chair Schimel voted aye; Commissioner Adamczyk voted no.

ITEM 4. RATIFY ADJUSTMENTS TO LOAN PROGRAM INTEREST RATES

Executive Secretary Barry reported that the Federal Reserve has continued to raise short-term rates at a consistent pace, which is reflected in an increase in market yields. Staff recommended that State Trust Fund Loan interest rates be increased 0.25% across all loan terms.

The Board had previously authorized the Executive Secretary in consultation with the Board Chairman to adjust loan interest rates up to 1% in between board meetings. In accordance with that authority, Executive Secretary Barry and Board Chair Schimel approved the changes effective October 9, 2018.

MOTION: Commissioner La Follette moved to ratify the changes; Board Chair Schimel seconded the motion.

DISCUSSION: None.

VOTE: The motion passed 3-0.

NOW, THEREFORE BE IT RESOLVED, that the Board of Commissioners of Public Lands ratifies the changes in BCPL State Trust Fund Loan Program, with annual interest rates to be set at 4.25% for 2-year loans; 4.25% for 3-5 year loans; 4.50% for 6-10 year loans; and 4.75% for 11-20 year loans.

ITEM 5. EXECUTIVE SECRETARY'S REPORT

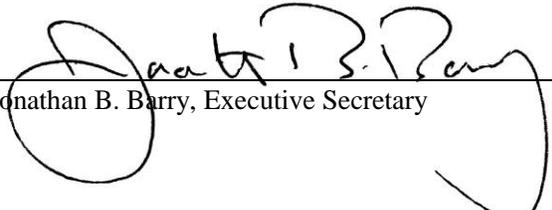
Executive Secretary Barry reported that the recent decline in equity prices had prompted re-entry into the market with \$3 million in ETF purchases. Investment in equities now totals approximately \$25 million.

ITEM 6. FUTURE AGENDA ITEMS

None.

ITEM 7. ADJOURN

The meeting adjourned at 3:36 p.m.


Jonathan B. Barry, Executive Secretary

These minutes have been prepared from a recording of the meeting. The summaries have not been transcribed verbatim. Link to audio recording: ftp://doafpt1380.wi.gov/doadocs/BCPL/2018-10-16_BCPL-BoardMtgRecording.mp3.